

### DOCKET FILE COPY ORIGINAL

**Robert T. Blau, Ph.D, CFA**Vice President - Executive and Federal Regulatory Affairs

October 23, 1996

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EX PARTE OR LATE FILED

Mr. William F. Caton Acting Secretary Federal Communications Commission Washington, DC 20554 RECEIVED OCT 2 3 1996

FeCeral Communications Commission
Office of Secretary

Re: Ex Parte in CC Docket 96-149

Dear Mr. Caton:

This is to inform you that on October 23, 1996, Whit Jordan and Robert Blau, representing BellSouth, met with Joe Farrell of the Office of Plans and Policy, and Doron Fertig of the Office of General Counsel regarding the above-referenced proceeding.

The purpose of the meeting was to discuss issues relating joint marketing and the implications of the Commission's local interconnection decision on local exchange competition. The attached charts, which show examples of the revenue for various retail, resale, and rebundling scenarios, were discussed during this meeting. The discussion was consistent with BellSouth's comments filed in this proceeding.

Pursuant to Section 1.1206(a)(2) of the Commission's rules, two copies of this notice are being filed with the FCC. Please associate this notification with the above-referenced proceeding.

Sincerely,

Robert T. Blau

Attachment

cc:

Joe Farrell Doron Fertig

No. of Copies rec'd OJV

# Florida Example of Revenue for Retail, Resale & Rebundling Multi-line Business

Average Flat Rate Customer for Highest Rate Group

	Retail	19.2%	Rebundled	
Flat Rate	<b>\$29</b> .10	<b>\$23</b> .51	\$13.68	(loop)
Hunting	\$10.42	\$8.42	\$0.00	
Vert. Svc.	<b>\$2</b> .92	<b>\$2</b> .36	<b>\$0</b> .00	
IntraLATA Toll	<b>\$2.</b> 48	\$2.00	<b>\$0</b> .29	
InterLATA Sw Access	\$10.93	\$10.93	<b>\$2.</b> 02	
Port Charge			\$2.00	
Local Usage			<b>\$2.</b> 89	
SLC	\$6.00	<u>\$6.00</u>	<b>\$0</b> .00	
Total	<b>\$61.85</b>	\$53.22	\$20.88	
Diff. from Retail				
Amt		(\$8.63)	(\$40.97)	)
%		-14.0%	-66.2%	

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

\$0.003

# Florida Example of Revenue for Retail, Resale & Rebundling Multi-Line Business

Average Flat Rate Customer for Lowest Rate Group

	Resale @			
	Retail	19.2%	Rebundled	
Flat Rate	\$19.80	\$16.00	\$13.68	(loop)
Hunting	<b>\$7</b> .09	<b>\$5</b> .73	<b>\$0</b> .00	
Vert. Svc.	\$2.92	<b>\$2</b> .36	<b>\$0</b> .00	
IntraLATA Toll	\$2.48	\$2.00	\$0.29	
InterLATA Sw Access	\$10.93	\$10.93	\$2.02	
Port Charge			\$2.00	
Local Usage			\$2.89	
SLC	<b>\$6.00</b>	\$6.00	\$0.00	
Total	\$49.22	\$43.02	\$20.88	
Diff. from Retail				
Amt		(\$6.20)	(\$28.34)	)
%		-12.6%	-57.6%	)

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

\$0.003

# Florida Example of Revenue for Retail, Resale & Rebundling Single-Line Business

Average Flat Rate Customer for Highest Rate Group

	Resale @				
	Retail	19.2%	Rebundled		
Flat Rate	<b>\$29</b> .10	<b>\$23.51</b>	\$13.68	(loop)	
Vert. Svc.	<b>\$2</b> .92	\$2.36	<b>\$0</b> .00		
IntraLATA Toll	<b>\$2.</b> 48	\$2.00	\$0.29		
InterLATA Sw Access	\$10.93	\$10.93	<b>\$2</b> .02		
Port Charge			\$2.00		
Local Usage			\$2.89		
SLC	<b>\$3.50</b>	\$3.50	\$0.00		
Total	\$48.93	\$42.30	\$20.88		
Diff. from Retail					
Amt		(\$6.63)	(\$28.05	)	
%		-13.5%	-57.3%	, 0	

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

\$0.003

# Florida Example of Revenue for Retail, Resale & Rebundling Single-Line Business

Average Flat Rate Customer for Lowest Rate Group

	Resale @					
	Retail	19.2%	Rebundled			
Flat Rate	\$19.80	\$16.00	\$13.68	(loop)		
Vert. Svc.	\$2.92	<b>\$2</b> .36	<b>\$0</b> .00			
IntraLATA Toli	\$2.48	\$2.00	\$0.29			
InterLATA Sw Access	\$10.93	\$10.93	\$2.02			
Port Charge			\$2.00			
Local Usage			\$2.89			
SLC	<b>\$3.50</b>	<b>\$3.50</b>	\$0.00			
Total	\$39.63	\$34.79	\$20.88			
Diff. from Retail						
Amt		(\$4.84)	(\$18.75	)		
%		-12.2%	-47.3%	, 0		

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

\$0.003

### Florida Example of Revenue for Retail, Resale & Rebundling Residence

Average Flat Rate Customer for Highest Rate Group

	Resale @				
	Retail	19.2%	Rebundled		
Flat Rate	\$10.65	\$8.61	\$13.68	(loop)	
Vert. Svc.	<b>\$3</b> .75	<b>\$3</b> .03	<b>\$0</b> .00		
IntraLATA Toll	\$1.07	\$0.86	\$0.26		
InterLATA Sw Access	\$8.95	\$8.95	\$1.65		
Port Charge			\$2.00		
Locai Usage			\$3.50		
SLC	<b>\$3.50</b>	<b>\$3.50</b>	\$0.00		
Total	\$27.92	\$24.95	\$21.09		
Diff. from Retail					
Amt		(\$2.97)	(\$6.83	)	
%		-10.6%	-24.5%	, D	

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

\$0.003

# Florida Example of Revenue for Retail, Resale & Rebundling Residence

Average Flat Rate Customer for Lowest Rate Group

	Resale @					
	Retail	19.2%	Rebundled			
Flat Rate	<b>\$7</b> .30	<b>\$5</b> .90	\$13.68	(loop)		
Vert. Svc.	<b>\$3</b> .75	<b>\$3</b> .03	<b>\$0</b> .00	` ',		
IntraLATA Toll	\$1.07	\$0.86	<b>\$0</b> .26			
InterLATA Sw Access	\$8.95	\$8.95	\$1.65			
Port Charge			\$2.00			
Local Usage			\$3.50			
SLC	\$3.50	\$3.50	\$0.00			
Total	\$24.58	\$22.25	\$21.09			
Diff. from Retail						
Amt		(\$2.33)	(\$3.49)	)		
%		-9.5%	•	D		

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

\$0.003

# Georgia Example of Revenue for Retail, Resale & Rebundling Multi-line Business

Average Flat Rate Customer for Highest Rate Group

	Resale @			
	Retail	19.2%	Rebundled	
Flat Rate	\$46.00	<b>\$37</b> .17	\$16.09	(loop)
Hunting	<b>\$25</b> .30	\$20.44	\$0.00	
Vert. Svc.	<b>\$5</b> .05	\$4.08	<b>\$0</b> .00	
IntraLATA Toll	<b>\$2</b> .99	\$2.41	\$0.92	
InterLATA Sw Access	\$11.35	\$11.35	\$2.09	
Port Charge			\$2.00	
Local Usage			\$2.95	
SLC	<b>\$6.00</b>	\$6.00	<b>\$0</b> .00	
Total	<b>\$96</b> .69	\$81.45	\$24.05	
Diff. from Retail				
Amt		(\$15.24)	(\$72.64)	)
%		-15.8%	-75.1%	, 3

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

\$0.003

# Georgia Example of Revenue for Retail, Resale & Rebundling Multi-line Business

Average Flat Rate Customer for Lowest Rate Group

		Resale @		
	Retail	19.2%	Rebundled	
Flat Rate	<b>\$22</b> .60	\$18.26	\$16.09	(ioop)
Hunting	\$12.43	\$10.04	<b>\$0</b> .00	
Vert. Svc.	<b>\$5</b> .05	\$4.08	<b>\$0</b> .00	
IntraLATA Toll	\$2.99	\$2.41	<b>\$0</b> .92	
InterLATA Sw Access	\$11.35	\$11.35	\$2.09	
Port Charge			\$2.00	
Local Usage			<b>\$2.</b> 95	
SLC	\$6.00	\$6.00	\$0.00	
Total	\$60.42	\$52.14	\$24.05	
Diff. from Retail				
Amt		(\$8.28)	(\$36.37)	)
%		-13.7%	-60.2%	<b>.</b>

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

\$0.003

# Georgia Example of Revenue for Retail, Resale & Rebundling Single-Line Business

Average Flat Rate Customer for Highest Rate Group

	Resale @			
	Retail	19.2%	Rebundled	
Flat Rate	\$46.00	<b>\$37</b> .17	\$16.09	(loop)
Vert. Svc.	<b>\$5</b> .05	\$4.08	<b>\$0</b> .00	
IntraLATA Toll	<b>\$2</b> .99	\$2.41	\$0.92	
InterLATA Sw Access	\$11.35	\$11.35	<b>\$2.</b> 09	
Port Charge			\$2.00	
Local Usage			<b>\$2.</b> 95	
SLC	<b>\$3.50</b>	\$3.50	<b>\$0.</b> 00	
Total	\$68.89	\$58.51	\$24.05	
Diff. from Retail				
Amt		(\$10.38)	(\$44.84)	)
%		-15.1%	-65.1%	, D

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

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# Georgia Example of Revenue for Retail, Resale & Rebundling Single-Line Business

Average Flat Rate Customer for Lowest Rate Group

	Resale @				
	Retail	19.2%	Rebundled		
Flat Rate	<b>\$22.</b> 60	\$18.26	\$16.09	(loop)	
Vert. Svc.	<b>\$5</b> .05	\$4.08	<b>\$0</b> .00		
IntraLATA Toll	<b>\$2</b> .99	\$2.41	<b>\$0</b> .92		
InterLATA Sw Access	\$11.35	\$11.35	<b>\$2</b> .09		
Port Charge			\$2.00		
Local Usage			<b>\$2</b> .95		
SLC	\$3.50	\$3.50	<b>\$0.00</b>		
Total	\$45.49	\$39.60	\$24.05		
Diff. from Retail					
Amt		(\$5.89)	(\$21.44)	+	
%		-12.9%	-47.1%	)	

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

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# Georgia Example of Revenue for Retail, Resale & Rebundling Residence

Average Flat Rate Customer for Highest Rate Group

		Resale @		
	Retail	19.2%	Rebundled	
Flat Rate	<b>\$16.15</b>	\$13.05	\$16.09	(loop)
Vert. Svc.	\$5.05	\$4.08	\$0.00	
IntraLATA Toll	\$1.79	\$1.45	\$1.06	
InterLATA Sw Access	\$8.30	\$8.30	\$1.53	
Port Charge			\$2.00	
Local Usage			\$4.73	
SLC	<b>\$3.50</b>	\$3.50	\$0.00	
Total	\$34.79	\$30.38	\$25.41	
Diff. from Retail				
Amt		(\$4.41)	(\$9.38)	1
%		-12.7%	-27.0%	•

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

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### Georgia Example of Revenue for Retail, Resale & Rebundling Residence

Average Flat Rate Customer for Lowest Rate Group

	Resale @			
	Retail	19.2%	Rebundled	
Flat Rate	\$11.20	\$9.05	\$16.09	(loop)
Vert. Svc.	<b>\$5</b> .05	\$4.08	<b>\$0</b> .00	
IntraLATA Toll	\$1.79	\$1.45	\$1.06	
InterLATA Sw Access	\$8.30	\$8.30	\$1.53	
Port Charge			\$2.00	
Local Usage			\$4.73	
SLC	<b>\$3.50</b>	\$3.50	\$0.00	
Total	\$29.82	\$26.36	\$25.41	
Diff. from Retail				
Amt		(\$3.46)	(\$4.41	)
%		-11.6%	-14.8%	6

#### Notes:

- 1. Average rev. for vertical svc. & intraLATA toll computed from Jul. '96 data.
- 2. Unbundled elements use FCC proxy rates. Local Switching @

\$0.003